G. R. S. IX-5]

Previous references.

Banking 13-97
" 1-98

1902-03
~~191~~ .
(Banking)

File No. 31

Serial Nos. 1—2

Later references.

Banking 82-07

P 30

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1—2

Part B for August 1903

SUBJECT.

Report on inspection of the Agricultural Bank at Hulkund, Doddaballapur Taluk.

Inclosure

W D 88—GPB—50,000—24-7-16

189

From The Inspector of Agriculture & Co-operative Banks in Mysore,

To The Secretary to the Government of His Highness the Maharaja of Mysore, General & Revenue Depts

Dated 30th June 1903.

Despatched

Received

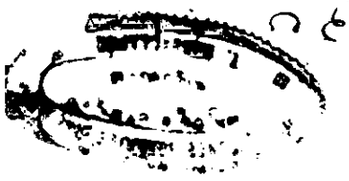
General No. 468

No.

Enclosure No. 1 Report

Submitting the report of Mr. Kumaraswami Naidu on the Hon'ble Minister's Agricultural Banks.

File Instead
1st/11/03



5.

Forward

HHB

9/5/03.

No. 488

Submitted to the Secretary to the Government, Genl. & Rev. Departments

30-6-03.

Mahomed Aziz Jafar

Supdt. of Agl. Banks

6

JR 1926 of 03

L. Eng

No 759

Inspection Report of Kulikkuli Agricultural Bank Pondicherry Bank.

No	Questions	Answers.
1	Date of present inspection	21 March 1903
2	Whether there is a duly registered Initiated Bank office where members and depositors could call and have their business attended to	There is a duly registered Bank office where depositors could call for business.
	And if there has any change in office during the period intervening between this and the last inspection duly registered.	The business is carried on outside the village in sheds owing to plague in the village.
3	Whether any daily and hours are fixed for transacting business	Yes dates are fixed but not the hours
	Whether business is regularly transacted at those days and hours.	Yes

7

If no appointment is known as a general meeting especially for the dispatch of business to be held on the first Monday in each month

NV instead.

and how many days notice is necessary to be given.

once in 6 months.

4 Where Books, Registers, accounts, Title deeds, documents Cash box Securities and other property are kept in the Bank premises in the Custody of the President and Secretary and if any of them are not to be kept where and how they are kept & under what Controul and upon what responsibility

Bank Registers, accounts Title deeds, Cash box securities and other property are in the Custody of the President and Secretary and are kept in the Bank premises outside the village.

5 Within the Villages to which the members belong are sufficiently near Chosen in a radius of 5 miles to the Bank house.

Within a radius of 3 miles of the Bank house

And duly registered

duly registered.

All notices to be given to the members, the Directors and Office bearers to reside

Within 3 miles.

And if business was entrusted to any new village which has been superseded since?

No such instance.

6 As regards members which have and to what extent has there been any increase or decrease in their numbers since formation of the Bank or last inspection.

No change since last inspection.

What was the decrease if any since.

No decrease

Were the new members duly qualified, duly elected and registered.

No new member was appointed.

In case of members belonging to joint Hindu family or otherwise possessing or qualified or limited status whether there is proper representation of interest involved:

No change

Whether in the financial working

the Bank has gained or lost in strength, energy and usefulness since formation or last inspection. 9

7 As regards credit-solvency and resources of members is a complete and accurate list of the Lands of members is maintained if not how this is effected.

Yes Register showing the property of members maintained.

To what extent have fluctuations in the number of members affected the credit of the Bank or last inspection

The credit of the Bank remains the same as there is no change among members.

Any notable instance of new acquisition or improvement since formation of the Bank or last inspection.

Any notable instance of sale or other kind of transfer relinquishment or deterioration

No instance

How have the loans affected the solvency and resources of members concerned and of Association as a whole.

The solvency of the members or association as a whole remain the same as in last year.

What guarantee is there that the Bank obtained or the rules of the General Assembly afford against alienations and relending speculatively prejudicial to the Bank's interest.

Rules have been framed against such alienations

Compare the net-amount of the value of property with the liabilities of the Bank at date of Inspection.

Value of property 22 9848

Banks liabilities 8015-8-2

8 As regards Bank's funds not within the limit fixed at formation has been increased or decreased since ✓ last inspection.

Decreased by 4107-- Rs by repayment to Govt Treasury and deposits.

The Bank has in its dealings ever exceeded the limit and if so how is this explained or proposed to be rectified.

No instance.

Classify the banks
found on a scale of
inspection with
reference to the
sources from which
they are drawing
entrance fee, contributions
loans from Government
if any, loans from
others, deposits from
members (1) in cash
(2) in grain, deposits
from outsiders
debentures &c.

Whether the Banks
credit is well
established and
sustained or steadily
growing.

If otherwise to what
extent such result
is due to any action
or omission of the
Banks authorities
and what circumstances
are likely to have
contributed.

Whether the lessons
of Co operation, mutual
help and thrift are
understood and
practised if not [illegible]
inculcate them to
as large a body
of members as

Banks Fund
Entrance fee 22-8-

?

It is said that the
credit of the Banks is
sustained

It is not otherwise

outsiders as
can be ascertained.

9 As regards
Govt. Loans note
whether the terms
fixed for repayment
are duly adhered
to or whether there
gross delay, abbreviation or
or neglect.

The amount
outstanding against the Bank at date
of inspection

Amount outstanding
at the date of inspection
is Rs. 8015-8-2

Whether the loan
may be continued
subject to the terms
allowed for repayment
or whether in your
opinion it is advisable
to withdraw the loan
under provisions
of section 74 and 75
of the articles of
Association.

Loan may be continued.

And state reasons
for such opinion
briefly and concisely.

As regards loans
and deposits from
others, note the terms
allowed, generally
in regard to rate of
interest and time

Interest is paid once
in 6 months.
principal every year

for requirement

13

Whether the sanction of the General Assembly had been obtained to the rates of interest and other essential terms. Yes.

Whether the obligations incurred were in any way in excess of the Bank's requirements or of what local conditions of credit, prudential considerations and the progress and well being of the Bank justified. No

Whether the Bank authorities are alive to the importance of placing themselves in a position to discharge the obligations incurred, punctually, completely and satisfactorily. Yes

As regards the Bank's transactions (Compare the Cash Book with ledgers, Receipts, challans, Cheques Treasury Pass Book Contingent and

Cash book, ledgers, Receipts challans, cheques opened and written up

3D

14

Establishment
Registers, Documents
&c

Is it posted up
from actual
transactions as
they occurred
in the order of
their occurrence. Yes

and are entries
made so clearly
& legibly intelligible
and traceable through
other accounts. Yes.

If discrepancies
and omissions
to make overweight
or ignorance are
found, have them
rectified in a
business like
manner as far
as practicable } No such instance.

And note here such
as are considered
grave.

In the case of
corrections see if
they are initialled
by the President
and Agent. } Yes.

And if any of
the corrections are
not satisfactory
note briefly your
objections. } A.

Are disbursements
were duly authorized 15
and are supported
by proper vouchers

Were the charges
incurred under
by-laws, enactments not
duly authorized
established and continuous
rent or fictitious
either wholly or
in part.

It is said that the charges
are real

Are proper
receipts kept.

Do the relative
members rendering
gratuitous service re-
duly respected.

Note of the last
entry in the cash
book and the cash
balance on that
date according
to the Cash Book
and as forthcoming
in the Bank's check.

21.3.903 the date of inspection
and balance 113-4-10.
the agent says that he
has the money with him

Are instances frequent
of the transgressions
of the limit fixed
in the Articles of
Association for
Cash balance in the
hands of the Board
of Directors and
how are they explained.

No instances

Are large amounts kept
in hand for any
length of time between

No

being utilized. 16

Is the facility afforded for keeping current account with the Treasury utilized as far as possible for reconciliating Cash balances if not - how is the exception explained

Yes.

Has there been any complaint or ground for the belief or suspicion that needlessly large balances are retained by the agent or Treasurer.

No.

Note the general results of the Bank's Cash transactions up to date of inspection in the appended form and see if the Cash Balance Sheet last submitted is correct in all particulars.

Last approved

12 Its regulations Copies to members note if in addition to the restrictions and limitations

No instructions are forthcoming.

prescribed in section
42 of the Articles
of Association,
the General Assembly
has prescribed
any limit with
reference to the
value of landed
property held
by applicants for
loan or offered
as security by
them.

Whether loans
have been granted
to any in contravention
of these rules, members
of Joint Hindu family
being taken as
representing same
account.

No

How such transgressions
are explained or
proposed to be rectified.

No instance

Had any concession
granted to other than
members in need
or had any deserving
applicants been
denied to favor
particular individuals
and had such instances
produced feelings of
distrust and discontent
and impaired the

No

4 P. Cordiality and community expected to exist among members.

Any objects for which loans are applied for explained with sufficient clearness in the documents. Objects explained in documents

Is the application and use made of loans watched by the Board of Directors or other authority. Use of loans watched by Board.

Have there been any instances of non application or misuse especially of sums obtained during loan used by any member for purposes of trading or private banking or money lending. No instances of misuse

Note sums obtained and used for several purposes indicated in the appended form. List appended

13 As regards securities obtained, note if the mortgage deeds.

In favour of the Bank are in proper form executed by the proper persons and duly registered.	Yes.
If foreign mortgages in respect of property hypothecated to the Bank had been fully discharged and mortgage deeds (duly registered) produced to Bank together with title deeds.	Yes
In case of exceptions when the mortgages are likely to be discharged and when assured.	Not in any case
Are proper Certificates of Search of first class bear to the amount of property mortgaged.	Are proportion is 1 to 2½
Notable cases of undue preference if any with explanations	Not in any case
Whether good and sufficient personal security was obtained in the case of second and third class loans	Yes.
Whether in the case of simple debts unsecured documents discharged receipts or obligations had been produced.	Yes.

And in case of notable exceptions when they are expected to be produced. — No instances

Note particulars in the approved form of loans outstanding against members at date of inspection exclusive of repayment. — Nil - appended

As regards punctuality of completeness or otherwise in payment of dues by members, state whether the rules requiring strict punctuality is borne in mind and enforced in all practicable cases or whether time is any unhealthy tendency to evade it. — Yes, no unhealthy tendency.

How many or defaulters (1) among office bearers and (2) among other members. — 2 among office bearers and 6 members among others

The amount of dues & amounts outstanding unrecovered. — Nil

The amount of 2d, 3d & 4th class — 1st Class Works 2d } Nil 3d } Rs 20 Rs 4th }

Loans likewise overdue remaining unrecovered.

Causes of unduly large arrears and large number of defaulters. owing to plague the arrears were outstanding

Whether proper notice had been taken of defaults Yes

Whether proper notice had been taken of defaults and adequate steps taken for recovery of arrears. Yes

Whether Renewals were granted with kindness and discrimination No instance

Whether the interest and penalty due to the Bank had been fully recovered. Yes recovered

And whether the interest due to govt and to other creditors duly paid Yes.

Arrears if any how explained and when expected to be paid. No arrears.

5-

15

As regards surplus hold what amount up to date of inspection taking into account the arrears remaining uncollected of interest and other items of income.

How much of this has been realized

No surplus account ?

What amount has been carried to the Reserve fund by resolution of the General assembly

Rs. 414-6-11 ?

How the Reserve fund is invested how the remaining surplus is used or secured.

The Reserve fund has been lent on bond as below
4% Chap 90 Rs
1st Chap 211-2-1
Reserve fund 113-4-10
414-6-11

Whether any and what special charges levied to reduce the surplus.

Nil

And if the Bank has other assets what they are and their value.

No other assets

16

23

As regards meetings of General Assembly note whether the rules for convening them, the conduct of business therein and the recording and registering of resolutions are understood and duly given effect to.

Yes.

If not explain the cause to the office bearers and others present.

Yes.

Note whether meetings had been held regularly every half year.

Yes.

Whether any and what number of extraordinary meetings had been held since last inspection.

No extraordinary meeting.

Whether notices had been duly given to members

Yes.

Whether members were generally taking interest in the Bank affairs or whether there was apathy prevailing.

No apathy prevailing

24

Whether special resolutions had been duly confirmed and registered ?

Whether any resolutions were inconsistent with the Articles of Association or other provisions of Law — No instance

17 As regards Board of Directors, note whether and how often they meet for transaction of business whether their resolutions are duly recorded in book. — once in 3 or 6 months ?

If they do not what arrangements exist for the discharge of their duties and functions — No instance

And what record exists of their proceedings

Whether any and which of them have been taking special interest in and working — All are taking interest

with a view to the progress of the institution.

25

18 As regards supervision whether any and what arrangements the general assembly has made for control and audit. Are they effective and satisfactory.

For the control and supervision over the institution the Boards of Directors and they have made rules which govern the purpose intended

19 As regards register, and accounts see appended list. Note therein which of them is kept and how.

A list is appended.

20 General remarks regarding the state of the Bank

This bank has also no remark

Assistant Commissioner
Ranchi
16.5.903

ಕೆಳಗಿನ ಅಂಶಗಳನ್ನು ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿ.

1 ನೇ ಪಕ್ಷದವರು ಸಂಸ್ಥೆಯ ಕಾರ್ಯದರ್ಶಿಯವರು 12 ಕೆ/ಎಸ್ ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿದ್ದಾರೆ

2 ನೇ ಪಕ್ಷದವರು — ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿದ್ದಾರೆ

3 ನೇ ಪಕ್ಷದವರು — ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿದ್ದಾರೆ

4 ನೇ ಪಕ್ಷದವರು — ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿದ್ದಾರೆ

ಒಟ್ಟು ಪಕ್ಷಕಾರರು

ಸಂಸ್ಥೆಯ ಅಧಿಕೃತ ಪತ್ರದಲ್ಲಿ ಬರೆದು ಕಳುಹಿಸಿದ್ದಾರೆ

ದೀರ್ಘಾವಧಿ ಸಾಲಗಳಿಗೆ ಮಾಡಿರುವ ಸಾಲ ಪತ್ರಗಳ ಸಂಖ್ಯೆ ಮತ್ತು ಮೊತ್ತದ ವಿವರ

ಕ್ರ.ಸಂ.	ಸಾಲದ ಹೆಸರು	ಸಾಲ ಪತ್ರ ಸಂಖ್ಯೆ	ಮೊತ್ತ
1	ಕೃಷಿ ಹೊಂಡ	6034-8-0	4741-12
2	ಕೃಷಿಕರ ಸಾಲ ಮನ್ನಾ ಯೋಜನೆ	6034-8-0	4741-12
3	ಪ್ರಗತಿ ಬಂಧು	6034-8-0	1898-12

ಅಧ್ಯಕ್ಷರ ಸಹಿ/ಕಾರ್ಯದರ್ಶಿಗಳ ಸಹಿ

ಕ್ರಮ	ಸಾಲದ ಹೆಸರು	ಸಾಲ ಪತ್ರ ಸಂಖ್ಯೆ	ಮೊತ್ತ
1	ಕೃಷಿ ಹೊಂಡ	6034-8-0	4741-12
2	ಕೃಷಿಕರ ಸಾಲ ಮನ್ನಾ ಯೋಜನೆ	6034-8-0	4741-12
3	ಪ್ರಗತಿ ಬಂಧು	6034-8-0	1898-12

ಹಲ್ಲಮ್ಮಂಬೆ ಅಗ್ರಹಾರ ಲೆಕ್ಕಪತ್ರ ವಸೂಲಿ ಖರ್ಚು ಪಟ್ಟಿ.

ಜಮಾ

ಜಮಾನೆಯಿಂದ ಕಂದಾಯ	3937	0	0
ಪಿ ಪಾಳುಬಿದ್ದ ಕಾಲಂದಾ.	100	0	0
ಪ್ರವೇಶದಿನ	0	0	0
ಬಡ್ಡಿ ಕಾಗಿ ಕಾಶ್ತ ಗಳಿಂದ ಕೊಂಡಿದ್ದು.	1987	6	3
ಪಿ ಪಾಳುಬಿದ್ದ ಕಾಲದ	1	5	4
ಪ್ರಿಂಟಿಂಗ್ ಖರ್ಚಿಗೆ	26	12	3
ಲವಾ ಇಜವಲು.	249	0	0
ಕಾಂಪೌಂಡ್ ಗೋಡೆ.	97	1	1
ಇತರರಿಲ್ಲ	11	6	8

ಖರ್ಚು

ಜಮಾನೆಯಿಂದ ಕಂದಾಯ	12000	0	0
ಪಿ ಪಾಳುಬಿದ್ದ ಕಾಲಂದಾ.	100	0	0
ಪ್ರವೇಶದಿನ	22	8	0
ಬಡ್ಡಿ ಕವಗೆಲ್ಲಿ.	2804	12	11
ಸಾಲಗಳ ಪೈಕಿ ಕಾಲಕ್ಕು	495-4	9	3
ನಿಲ್ಲಿಕಿಂಗ್ಸು.	0	6	0

29

Mysore Govt., Gen. & Rev. Secretariat

Branch

Office Draft.

19

Progs. of the Govt. of H. H. the Maharaja of Mysore.

File No. (if any) and its date—

Read :

Letter No 468 & 30.6.03 from the Inspector of Agricultural Banks, submitting the report on inspection of the Agricultural Bank at Hulkunte, Doddaballapur Taluk, by Mr. Kumaraswamy Naik, Assistant Commissioner, Bangalore District.

Order : No

Recorded with the following observations :-

1/ It is very much to be regretted that the office bearers should be defaulters. The attention of the bank should be directed to para 64 of the Articles of association

2. It should be directed to etc. The following [illegible] not

D

No. R 453 dt 8/8/03.

BF. 36-1897 10

It is not clear whether the instalments due by [illegible] have been paid in full. The terms of repayment should be enforced strictly

Should be opened & kept properly:—

Nos I, VI, VIII, IX, X, XI

XIII, XVI, XVII, XVIII, XX,

XX & XXIII.

31/7/03 Secretary.

Sold 30/

Do

The Deputy Commissioner

Fzbad

Do 31/8/03

30

Sold

The Inspecting officer has not mentioned in the Rep. for Sept. last whether the bank has adhered to or not. It is seen from the Statement furnished by the Bank Inspector Dt. 6th Oct. No 1412 Q/2 6.03 that the instalments have commenced from 98-99 & therefore the bank has to pay as per Rs 4800/- from the Statement of Cash Transactions appended to the Report, it is seen that the bank has paid Rs 3937 only. Thus it is clear that the bank has not strictly adhered to the terms, & has yet to pay Rs 863/-

+ Instl. for Sept.